

# Instructions for Idaho Form 69

## GENERAL INSTRUCTIONS

Form 69 is used to calculate the Idaho incentive investment tax credit (incentive ITC) earned or allowed. Each member of a unitary group that earns or is allowed the credit must complete a separate Form 69.

### Qualifying Property

The incentive ITC is allowed for qualified investments in Idaho. This credit is in addition to the investment tax credit computed on Form 49. Qualified investment is property that qualifies for the investment tax credit. See Form 49 and instructions for information on qualifying and nonqualifying property.

### Credit Rate

The incentive ITC is computed at a rate that varies depending on the county in which the property is primarily based. The credit rate is calculated based on the average three-year unemployment rate or the three-year average per capita personal income level in the county, whichever results in the higher credit rate. Some counties that have lower unemployment rates and higher per capita personal income do not qualify for the credit. A chart listing the rate for each Idaho county is found at the bottom of page 2 of these instructions.

Property is considered primarily based in the Idaho county in which it has more than 50% of its use for that tax year. If the property is not used in any Idaho county more than 50%, it is considered primarily based in the Idaho county in which it has most of its use for that tax year.

### Unitary Sharing

A corporation included as a member of a unitary group of corporations may elect to share the incentive ITC it earns but does not use with other members of the unitary group. The corporation must claim the incentive ITC to the extent allowable against its tax liability before it can share the credit.

### Transfer of Credit

A taxpayer who earns the incentive ITC may transfer the credit to another taxpayer. The transferor must submit Form 70, Idaho Statement of Credit Transfer, to the Tax Commission at least 60 days prior to the date of transfer. The Tax Commission will verify the amount of credit available for transfer and the number of carryover years.

The transferee may first claim the transferred credit on his income tax return originally filed during the calendar year in which the transfer takes place. However, the credit may not be claimed on a tax return that begins prior to January 1, 2001. The transferee must attach a copy of Form 70 to each income tax return in which the credit is claimed or carried over.

### Carryover Periods

The credit carryover is limited to 14 tax years. A transferee is entitled to the same carryover period that would have been allowed to the transferor.

## SPECIFIC INSTRUCTIONS

Instructions are for lines not fully explained on the form.

### CREDIT AVAILABLE SUBJECT TO LIMITATION

**Lines 1, 4, 7, 10, 13, 16, and 19.** On each line, enter an Idaho county that has an incentive ITC rate greater than 0% and the incentive ITC rate for the county from the list on the bottom of page 2 of these instructions. Attach additional schedules if needed and include the credit earned amounts on line 22

**Lines 2, 5, 8, 11, 14, 17, and 20.** On each line, enter the qualified investment primarily based in the county listed on the line above. Attach a list of all property for which you are claiming the incentive ITC. The list should identify each piece of property, the county in which the property is primarily based, your basis in the item, and the date acquired. Do not include any property that was disposed of, ceased to qualify, or was moved from Idaho before the end of the year. Do not include any amount for the percent of property used outside Idaho. See Form 49 instructions.

**Line 23.** Enter the amount of incentive ITC that is being passed to you from partnerships, S corporations, estates, or trusts in which you have an interest. Attach a copy of the schedule provided to you.

**Line 24.** If you are a member of a unitary group of corporations, enter the amount of credit you received from another member of the unitary group.

**Line 25.** If you received credit as a result of a transfer from another taxpayer, enter the amount of credit you received. Attach a copy of Form 70.

**Line 26.** If you are a partnership, S corporation, estate, or trust, enter the amount of credit that passed through to partners, shareholders, or beneficiaries.

**Line 27.** If you are a member of a unitary group of corporations, enter the amount of credit you earned that you elect to share with other members of your unitary group. Before you can share your credit, you must use the credit up to the allowable limitation of your tax liability.

Corporations claiming the incentive ITC must provide a calculation of the credit earned and used by each member of the combined group. The schedule must clearly identify shared credit and the computation of any credit carryovers.

**Line 28.** If you transferred credit to another taxpayer, enter the amount of credit you transferred. You can only transfer credit that you originally earned.

### CREDIT LIMITATIONS

The incentive ITC is limited to the smaller of \$500,000 or the tax liability after allowing all other tax credits that can be claimed before the incentive investment tax credit. If the credit for qualifying new employees is claimed, the incentive ITC and all credits except the credit for tax paid to other states are limited to 50% of your tax liability after deducting the credit for tax paid to other states.

The following credits must be applied to the tax before the incentive ITC:

1. Credit for tax paid to other states;
2. Credit for contributions to Idaho educational entities;
3. Investment tax credit;
4. Credit for contributions to youth and rehabilitation facilities;
5. Credit for production equipment using post-consumer waste;
6. Natural resources conservation credit;
7. Promoter-sponsored event credit;
8. Credit for qualifying new employees;
9. Credit for Idaho research activities; and
10. Broadband equipment investment credit.

If the credit for qualifying new employees is claimed, complete lines 31 through 35 and skip lines 36 through 39. If the credit for qualifying new employees is not claimed, skip lines 31 through 35 and complete lines 36 through 39.

**Line 30.** Enter the amount of your income tax liability. Income tax liability is the computed tax before adding the permanent building fund tax, any other taxes or subtracting any credits.

**Line 31.** Individuals enter the credit for tax paid to other states as computed on Form 39R or Form 39NR.

**Line 34a.** Enter the credit for contributions to educational entities from the appropriate Idaho income tax return.

**Line 34b.** Enter the investment tax credit allowed as computed on Form 49, Part II, line 9b or line 10.

**Line 34c.** Enter the credit for contributions to youth and rehabilitation facilities from the appropriate Idaho income tax return.

**Line 34d.** Enter the credit for production equipment using post-consumer waste from the appropriate Idaho income tax return.

**Line 34e.** Enter the natural resources conservation credit from the appropriate Idaho income tax return.

**Line 34f.** Enter the promoter-sponsored event credit from the appropriate Idaho income tax return.

**Line 34g.** Enter the allowable credit for qualifying new employees as computed on Form 55, Part II, line 29.

**Line 34h.** Enter the credit allowed for Idaho research activities as computed on Form 67, line 29.

**Line 34i.** Enter the broadband equipment investment credit allowed as computed on Form 68, line 17.

**Line 35.** The total of nonrefundable credits cannot exceed the amount on line 33.

**Line 38a.** Individuals enter the credit for tax paid to other states as computed on Form 39R or Form 39NR.

**Line 38b.** Enter the credit for contributions to educational entities from the appropriate Idaho income tax return.

**Line 38c.** Enter the investment tax credit allowed as computed on Form 49, Part II, line 9b or 10.

**Line 38d.** Enter the credit for contributions to youth and rehabilitation facilities from the appropriate Idaho income tax return.

**Line 38e.** Enter the credit for production equipment using post-consumer waste from the appropriate Idaho income tax return.

**Line 38f.** Enter the natural resources conservation credit from the appropriate Idaho income tax return.

**Line 38g.** Enter the promoter-sponsored event credit from the appropriate Idaho income tax return.

**Line 38h.** Enter the credit allowed for Idaho research activities as computed on Form 67, line 33.

**Line 38i.** Enter the broadband equipment investment credit allowed as computed on Form 68, line 21.

**Line 40.** The total of nonrefundable credits cannot exceed the amount on line 30.

## CREDIT CARRYOVER

**Line 44.** The amount of credit available that exceeds the total credit allowed on the current year tax return may be carried forward up to 14 tax years.

Ada	0.00%	Cassia	0.10%	Lewis	0.71%
Adams	3.70%	Clark	0.00%	Lincoln	0.48%
Bannock	0.00%	Clearwater	3.55%	Madison	2.68%
Bear Lake	2.05%	Custer	0.75%	Minidoka	1.58%
Benewah	2.85%	Elmore	0.00%	Nez Perce	0.00%
Bingham	1.34%	Franklin	2.17%	Oneida	2.06%
Blaine	0.00%	Fremont	2.05%	Owyhee	1.63%
Boise	0.50%	Gem	0.98%	Payette	1.19%
Bonner	1.40%	Gooding	0.00%	Power	1.16%
Bonneville	0.00%	Idaho	2.00%	Shoshone	2.20%
Boundary	1.38%	Jefferson	1.50%	Teton	2.42%
Butte	0.50%	Jerome	0.00%	Twin Falls	0.00%
Camas	0.00%	Kootenai	0.65%	Valley	1.10%
Canyon	0.89%	Latah	0.00%	Washington	1.72%
Caribou	0.00%	Lemhi	1.05%		